

Ideal Basic Industries Cement Division

Exploration Department P.O. Box 1949 Fort Collins, Colorado 80521 303 482 5600

OIL, GAS a MINIMA

June 23, 1980



State of Utah Department of Natural Resources Division of Oil, Gas and Mining 1588 West North Temple Salt Lake City, UT 84115

Dear Sirs:

Attached is information intended to comprise a Notice of Intention to Commerce Mining Operations. As explained, Form 2, Item 11, General, the proposed Poverty Point quarry will supply high grade limestone to supplement materials from Ideal's Devils Slide quarry which has been in operation since 1907.

Ideal has announced plans to increase production by expansion of the Devils Slide Cement Plant. These plans are currently in the preliminary design stage and are dependent upon a supplemental supply of limestone. Operation at the Poverty Point quarry will start as soon as all permits are received. Production volume will depend upon several cost factors and will increase after plant expansion.

Ideal would be interested in a contractual agreement if possible in lieu of other forms/of surety. If financial status factors or similar information in this regard should be desired please advise.

Also attached is a copy of an environmental assessment of the proposed Poverty Point quarry prepared by CH2M Hill, Inc. Since its preparation, minimum breakage with a portable crusher at the quarry site has been found more economical than special heavy duty bodies on the highway haul trucks. This assessment may be of some assistance to Department of Natural Resources personnel.

Sincerely

R. E. Marsh

Properties Manager

cc: W. H. Lower